

**FISCAL YEAR (FY) 2005-06  
GOVERNOR'S BUDGET (PRELIMINARY) ALLOCATION  
Funding and Program Overview**

The following information provides funding amounts, describes any changes in allocation methodology, and lists programs and their terms and conditions. This exhibit is provided for information and planning purposes only. All State and federal funds to be allocated are contingent upon enactment of the Fiscal Year (FY) 2005-06 Budget Act, federal appropriations, and State/County contracts. For complete information on the terms and conditions of all funds and programs, please refer to the State and County Combined Negotiated Net Amount (NNA) contract and Drug Medi-Cal (DMC) contract and/or applicable program funding agreement.

**STATE GENERAL FUNDS (SGF)**

**SGF DMC – \$61.5 Million**

Through an interagency agreement with the California Department of Health Services, the Department of Alcohol and Drug Programs (ADP) administers, manages, and finances the DMC program through contracts with counties and/or DMC providers. These funds are available to counties to meet the cost of DMC services for Medi-Cal beneficiaries. The initial allocation is \$55,340,100. The balance of \$6,148,900 is retained at ADP to fund contractual adjustments during the year.

The Federal Financial Participation (FFP), the federal share of the DMC program, for the fiscal year beginning July 1, 2005 and ending on June 30, 2006, is 50 percent.

The level of funding for the DMC program is determined using caseload estimates. Therefore, the appropriation may be adjusted during the year based on the following factors: caseload, rates, services, and utilization patterns. Changes in the appropriation level can increase or reduce county contracts for DMC services.

**SGF Ongoing – \$5.8 Million**

These funds are available to counties for alcohol and other drug (AOD) services. These funds cannot be used to match FFP in the DMC program. Funds are allocated at the FY 2004-05 historical level.

**SGF DMC Perinatal – \$1.3 Million**

These funds are available for DMC services for Medi-Cal beneficiaries who are pregnant or within the prescribed postpartum period (defined as the last day of the calendar month in which the 60th postpartum day occurs). The initial allocation is \$1,238,320. The balance of \$107,680 is retained at ADP to fund contractual adjustments during the year.

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**Perinatal SGF Ongoing – \$17.0 Million**

These funds are for AOD programs that serve pregnant and parenting women and their children through age 17. These funds cannot be used to match FFP in the DMC program and are subject to the requirements set forth in the *Perinatal Services Network Guidelines*. The *Perinatal Services Network Guidelines* can be found on ADP's Website at [www.adp.ca.gov](http://www.adp.ca.gov). Alpine County elected not to participate in this program and will not receive Perinatal SGF funds. These funds are allocated at the FY 2004-05 historical level.

**Women and Children's Residential Treatment Services (WCRTS) – \$6.4 Million**

These funds are allocated at the historical level to continue funding the nine existing perinatal AOD treatment programs that were created with grants (since expired) from the federal Center for Substance Abuse Treatment. WCRTS funds are subject to the requirements set forth in the *Perinatal Services Network Guidelines*. These funds cannot be used to match FFP in the DMC program.

The WCRTS funds are exempt from the 10 percent county match requirement. This exemption only applies to state funding that replaces the expired federal grants and not to any subsequent program expansion.

**REIMBURSEMENTS**

**Parolee Services Network – \$10.7 Million**

The California Department of Corrections continues to make funds available during FY 2005-06 for residential and non-residential AOD treatment and recovery services for men and women paroled to the community from state prisons. These services are available in the counties of: Alameda, Contra Costa, Fresno, Kern, Los Angeles, Marin, Napa, Orange, Riverside, Sacramento, San Bernardino, San Diego, San Francisco, San Mateo, Santa Clara, Solano, and Sonoma.

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**FEDERAL TRUST FUNDS**

Federal Substance Abuse Prevention and Treatment (SAPT) Block Grant funds (federal program number 93.959) are provided by the Substance Abuse and Mental Health Services Administration. The FY 2005-06 Governor's Budget (Preliminary) Allocation includes funds from the Federal Fiscal Year (FFY) 2006 SAPT Block Grant Award. The FFY 2006 Block Grant Award number has not been released. SAPT funds from the FFY 2006 Award will be available October 1, 2005 and must be expended by June 30, 2007.

**SAPT Discretionary FFY 2006 Award – \$134.2 Million**  
**SAPT Discretionary Increase FFY 2006 Award – \$25,531**

SAPT Discretionary funds are for AOD treatment, prevention, and recovery services, as well as for specific populations, such as youth and pregnant and parenting women. Terms and conditions for use of the SAPT Block Grant funds are incorporated into the NNA contract for FY 2005-06. The FFY 2006 SAPT Discretionary base funds are allocated at the FY 2004-05 historical level and the increase is allocated as an offset to the HIV Set-Aside reduction on a dollar for dollar basis. A reassessment of this increase will occur when the FY 2005-06 Budget is enacted.

**Prevention Set-Aside FFY 2006 Award – \$47.4 Million**

Federal law requires that 20 percent of the SAPT Block Grant Award be expended on primary prevention services. The FFY 2006 SAPT Prevention Set-Aside is allocated at the FY 2004-05 historical level.

The FFY 2006 SAPT Prevention Set-Aside funds available for allocation were reduced by \$500,000 to provide funding on a one-time basis for Technical Assistance for Prevention Outcomes and Measurements contracts. This one-time reduction was approved by the County Alcohol and Drug Program Administrator's Association of California.

**Friday Night Live (FNL) FFY 2006 Award – \$552,000**

The FNL program is designed to prevent AOD use among teenagers through activities including community action, assemblies, and leadership training. FNL is supported by SAPT Primary Prevention Set-Aside funds and is designated as a prevention program. Federal law and regulations establish the requirements for expending these funds. These funds are allocated at the FY 2004-05 historical level. ADP has allocated \$543,000 for this program with the balance of \$9,000 retained at ADP for distribution to counties electing to establish a FNL program.

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**Club Live (CL) FFY 2006 Award – \$552,000**

The CL prevention program is supported by SAPT Primary Prevention Set-Aside funds and is designated to fund prevention services. The program is an extension of FNL and is aimed at middle school-age students. Federal law and regulations establish the requirements for expending these funds. These funds are allocated at the FY 2004-05 historical level. ADP has allocated \$540,000 for this program. The balance of \$12,000 is retained at ADP for distribution to counties electing to establish a CL program.

**HIV Set-Aside FFY 2006 Award – \$12.6 Million**

**HIV Set-Aside Reduction FFY 2006 Award – \$25,531**

Federal law requires that a minimum and maximum of five percent of the total SAPT Block Grant award be expended on HIV early intervention services for AOD clients in treatment programs. The FFY 2006 HIV Set-Aside base funds are allocated at the FY 2004-05 historical level. The FFY 2006 HIV Set-Aside Reduction was allocated using the HIV allocation methodology.

HIV early intervention services must be made available to individuals in an AOD treatment program at the treatment site. HIV early intervention services may be provided at other locations, including satellite treatment sites. Services at these sites can be funded by the SAPT HIV Set-Aside if HIV early intervention services are also available at the AOD treatment site. For complete information on HIV Set-Aside expenditure requirements, please refer to ADP Bulletin 04-12 located at [www.adp.ca.gov](http://www.adp.ca.gov).

**Perinatal Set-Aside FFY 2006 Award – \$17.1 Million**

The Perinatal program is part of the Perinatal Services Network and is subject to the requirements set forth in the *Perinatal Services Network Guidelines*. Counties must use these funds to increase or maintain existing perinatal AOD treatment capacity and programs. Counties may also use the SAPT Perinatal Set-Aside funds to expand capacity in existing perinatal programs, add new perinatal services or programs, and change existing programs. These funds are allocated at the FY 2004-05 historical level.

**Female Offender Treatment Services FFY 2006 Award – \$645,000**

This program is designed to provide six months of continuous residential AOD treatment for women who are paroled from the Forever Free program at the California Institution for Women. The four participating counties are Los Angeles, Orange, Riverside, and San Bernardino. Other women on community parole may receive Female Offender Treatment services on a case-by-case basis if the Forever Free program under-utilizes the funding. ADP has allocated \$644,640 for this program.

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**SAPT Special Projects/Media Campaign FFY 2006 Award – \$240,000**

Funds for special projects are allocated to: Alameda County for the African American Women's Media Campaign (\$27,500); Los Angeles County for the Alcohol Center for Women (\$95,000), the Hispanic Women's Media Campaign (\$65,000), and the African American Women's Media Campaign (\$27,500); and Modoc County for the Indian Health Project (\$25,000).

**Adolescent and Youth Treatment Program FFY 2006 Award – \$7.4 Million**

These funds are to provide comprehensive, age-appropriate AOD services to youth. The *Youth Treatment Guidelines* released by ADP in September 2002 are designed for counties to use in developing and implementing youth treatment programs funded by this allocation. These funds are allocated at the FY 2004-05 historical level.

**Substance Abuse Treatment and Testing Accountability (SATTA) Program  
FFY 2006 Award – \$8.6 Million**

In accordance with the SATTA program, \$8.6 million is allocated in FY 2005-06 for drug testing. These funds are allocated at the FY 2004-05 historical level. SATTA funds may be used for drug testing Substance Abuse and Crime Prevention Act clients and for other purposes allowed under the federal SAPT block grant.